

PRIVILEGE (BUSINESS) LICENSE FEE SCHEDULE 7/1/2013 – 6/30/2014

Business License Taxes must be paid for of all types of businesses located within the city limits of Conover, except for those businesses that have been exempted by Federal, State or local authority. Those businesses located outside the city that conduct business within the city limits are also required to obtain a Business License. Listed below are three Fee Schedules "A", "B" and "C". Please review each section for the taxes that may apply to your business activities. Reference NCGS 160A-211, Ordinance

Note: Some businesses with various types of activities may be required to pay a tax under more than one section of this Business License Fee Schedule.

Schedule "A" – Gross Receipts = Business License Fees Based on Gross Receipts

EXCLUDE ANY INCOME FROM BUSINESS ACTIVITIES TAXED UNDER SCHEDULE "B" and/or "C".

New Businesses: Estimate gross receipts from your start date until June 30, and apply the estimated amount to the tables below.

Current Business: List the exact gross receipts as reported on your most recently completed tax return and apply the amount to the tables below.

Note: Only give us the portion from your tax return that was gross receipts for business generated in the City of Conover.

Types of Gross Receipts Businesses: All businesses, trades, professions, such as; Retail, Wholesale, Services, or any other trade or profession, intended for profit or financial gain. Service establishments may include, but are not limited to the following types of business activities:

| | | | | |
|--------------------|--------------------|-----------------------|---------------------------|------------------------|
| Advertising Agency | Courier Service | Monuments | Repair Service (non-auto) | Telegraph Service |
| Ambulance Service | Delivery Service | Painting | School of Instruction | Temp Employment Agency |
| Armored Car | Equipment Rental | Parking Lots | Security Guard Service | Trades |
| Catering | Landscaping | Printing Service | Sign Installation | Transfer/Warehouses |
| Child Care Service | Mail Order Service | Property Management | Software Development | |
| Cleaning | Miscellaneous | Public Relations Firm | Stockbroker | |
| Consulting | Modeling | Rental Agency | Storage | |

Tax Table for Schedule "A"

| Gross Receipts | License Tax |
|--|-------------|
| \$ 0.00 - 1,000,000 | \$ 100.00 |
| For Receipts over \$1,000,000 use formula below | |
| \$100 for 1 st 1,000,000 + \$.50 per additional \$1,000 | |

A privilege license tax computed on the basis of gross receipts, "gross receipts" means the amount reported as gross receipts on a business state or federal income tax return filed the previous year. You may also owe flat taxes under Schedule "B" or "C" in addition to Gross Receipt taxes.

If your Schedule "A" Gross Receipts are GREATER THAN \$1,000,000, follow the example below.

| | |
|--|--------------------|
| 1. Gross receipts | \$ 3,055,500 |
| 2. Round up to next thousand | 3,056,000 |
| 3. Subtract 1 st 1,000,000 | 2,056,000 |
| 4. Divide by 1,000 | 2,056.00 |
| 5. Multiply by .50 | 1,028.00 |
| Subtotal | \$ 1,028.00 |
| Add \$100 flat tax for 1 st \$1,000,000.. + | 100.00 |
| Total Amount Due | \$ 1,128.00 |

Schedule "B" – Business License Fees Limited under General Statutes

Do not report Gross Receipts generated from this section (only pay the flat tax listed). Each activity is taxed separately under this section.

Businesses conducting these activities are taxed under this schedule in addition to schedule "A" or "C" if applicable.

| | | | | | |
|--|--------|--|--------|---|--------|
| Advertising – Outdoor | 35.00 | Dry Cleaners | 50.00 | Music Machines/Juke Box | 5.00 |
| Amusements – | 25.00 | Electrical Contractor | 50.00 | Outdoor Theater (Per Screen) | 100.00 |
| Per Location (riding devices, pinball, etc.) | | Elevator/Sprinkler Installation | 100.00 | Pawnbroker | 275.00 |
| Amusements – Admission charged | 25.00 | Employment Agency | 100.00 | Piano/Organ-Sales, Repair, Maintenance | 5.00 |
| Automatic Sprinkler Installation | 100.00 | Firearms Dealers (Fed License Required) | 50.00 | Peddler License | 25.00 |
| Automobile Dealership | 25.00 | Games | 25.00 | Plumbing Contractor | 50.00 |
| Automotive Equipment (Retail) | 12.50 | Garage – Car Repair | 12.50 | Pool Tables | 25.00 |
| Automotive Accessories (Wholesale) | 37.50 | Heating/Mechanical Contractor | 50.00 | Radio/TV/Accessories-Sales or Repairs | 5.00 |
| Barber/Beauty Shop Each Operator | 2.50 | Hotel, Motel, Tourist Home per room (min \$25) | 1.00 | Restaurant, Café, Cafeteria, etc. 0-4 seats | 25.00 |
| Bicycles – Sale/Accessories | 25.00 | Ice Cream – Retail Sales | 2.50 | Restaurant, Café, Cafeteria, etc. > 4 seats | 42.50 |
| Bowling Alley – per alley | 10.00 | Itinerant Merchant – 6 months max | 100.00 | Service Station/Fuel | 12.50 |
| Campground/Travel Parks | 12.50 | Knives/Daggers/Similar Weapons | 200.00 | Specialty Market Operators | 200.00 |
| Chain/Branch Store | 50.00 | Laundries | 50.00 | Sundries (soft drinks, tobacco, sandwiches) | 4.00 |
| Check Cashing Businesses | 100.00 | Loan Agency or Loan Broker | 100.00 | Swimming Pools/Skating Rinks | 25.00 |
| Circuses – Per day | 25.00 | Manicurist – Each Operator | 2.50 | Taxi cab | 15.00 |
| Collections Agency | 50.00 | Motorcycle Dealers | 12.50 | Tobacco Warehouse | 50.00 |
| Contractor (State Licensed) | 10.00 | Movie Theaters – per screen | 200.00 | Undertakers | 50.00 |
| Contractor (not state licensed See "A") | | Movie Video/Rental/Retail | 25.00 | Video Game (Arcade) – per machine | 5.00 |

Schedule "C" – Flat Fees Regulated by the City of Conover

Bars, Nightclubs, Lounges \$500 ~ Beach Bingo \$2,500 ~ Carnivals (per day) \$100 ~ Sweepstakes Gaming Machines (per location \$2,500.00 plus \$1,000 per machine) ~ Fortuneteller \$500.00 ~ Precious Metal Dealers \$250 ~ Tattoo Parlors ~ \$250 ~ Sexually Oriented Businesses \$2,500 ~ Manufacturing & Miscellaneous 0-50 Employees - \$100 and 50+ Employee \$2.00 per employee

Exemptions: The following business activities are exempt per State statute from the City Business License Tax. Exempt businesses engaging in other non-exempt business activities, ARE taxable. Example: The sale of computer hardware is not taxable, however software sales, and service/repair receipts are taxable.

| | | | | | |
|------------------|-------------------------------|-------------------------------|-----------------------------|-----------------------|---------------------------------------|
| Accountants | Breweries | Engineers | Massage Therapists | Office Machine Rental | Railway Companies |
| Alarm Monitoring | Burglar Alarm Dealers | Exterminators/Pest Control | Merchandising Machines | Office Machine Retail | Real Estate Appraisers/Agents/Brokers |
| Appliance Retail | Burglar Alarm Monitor/Service | Healers | (5 of same kind) | Ophthalmologists | Savings & Loan Association |
| Appliance Rental | Bus Companies | Home Inspectors | Mortgage Companies | Opticians | Telecommunication Services |
| Architects | Chiropodists | Insurance Co/Agents | Motion Picture Distributors | Optometrists | Telephone Companies |
| Attorneys-at-law | Chiropractors | Land Surveyors | Motor Fuel Distributor | Osteopaths | Trucking Companies |
| Auctioneers | Computer Hardware Retail | Landscape Architects | Motor Fuel Wholesaler | Pharmacist | Users of Newsprint |
| Bail Bondsmen | Computer Hardware Rental | Lighting Systems | Natural Gas Supplier | Photographers | Veterinarians |
| Banks | Dentists | Manufacturing Motion Pictures | Non Profit/Charitable | Physicians/Surgeons | Video Programming |
| | Embalmers/Morticians | Oculists | Private Detectives | Wineries | |

Appliances - Household ~ refrigerators, sewing machines, vacuum cleaners, washing machines, etc.

Office Machines ~ 10 Key, billing machines, calculators, cash registers, check processors, computer hardware, copiers, fax machines, printers, typewriters